LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 7306 DATE PREPARED: Jan 8, 2002

BILL NUMBER: SB 505 BILL AMENDED:

SUBJECT: Cooperative summer school programs.

FISCAL ANALYST: Chuck Mayfield

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FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill allows a school corporation to enter into an agreement with other school corporations and accredited nonpublic schools to provide cooperative summer school programs for high school students. It allows the cooperative programs to be conducted by state educational institutions and students to receive college credit for the programs.

Effective Date: July 1, 2002.

Explanation of State Expenditures: The establishment of the agreement may increase the number of students attending summer school. The General Fund appropriation for FY 2002-03 for summer school is \$21.6 million. The summer school program is a reimbursement program of up to 105% of instructional cost. Instructional costs include classroom teacher and instructional salaries. If the reimbursement exceed the appropriation then reimbursement rate is reduced is reduced. The reimbursement rate has been about 85%. The bill would have no fiscal impact unless the appropriation is increase.

Explanation of State Revenues:

Explanation of Local Expenditures: Schools might be able to offer summer school programs in a cooperative arrangement that they would not be able to offer with their own students.

Explanation of Local Revenues: The state summer school grant would provide additional revenue to the school. The increase would depend on the instructional cost of the program.

State Agencies Affected: Department of Education.

Local Agencies Affected: Local Schools.

SB 505+

Information Sources: Department of Education.

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